

**AGENDA**



**Recommendation for Council Action (Purchasing)**

<b>Austin City Council</b>	<b>Item ID:</b>	51938	<b>Agenda Number</b>	74.
<b>Meeting Date:</b>	November 19, 2015			
<b>Department:</b>	Purchasing			
<b>Subject</b>				
<p>Authorize negotiation and execution of two 24-month contracts with PRO SERV INDUSTRIAL CONTRACTORS, LLC and THIELSCH ENGINEERING, INC., to provide power plant and chiller maintenance services, in an amount not to exceed \$5,400,000 each and combined, with two 24-month extension options in an amount not to exceed \$5,400,000 each and combined per extension option, for a total contract amount not to exceed \$16,200,000 each and combined.</p>				
<b>Amount and Source of Funding</b>				
<p>Funding in the amount of \$2,250,000 is available in the Fiscal Year 2015-2016 Operating Budget of Austin Energy. Funding for the remaining 14 months of the original contract period and extension options in contingent upon available funding in future budgets.</p>				
<b>Fiscal Note</b>				
<p>There is no unanticipated fiscal impact. A fiscal note is not required.</p>				
<b>Purchasing Language:</b>	Best evaluated proposals.			
<b>Prior Council Action:</b>				
<b>For More Information:</b>	Nicole Turner, Senior Buyer Supervisor, 512-322-6586			
<b>Boards and Commission Action:</b>	October 19, 2015 - Recommended by the Electric Utility Commission on a 7-0 vote.			
<b>Related Items:</b>				
<b>MBE / WBE:</b>	<p>This contract will be awarded in compliance with City Code Chapter 2-9C Minority Owned and Women Owned Business Enterprise Procurement Program by meeting the goals with 2.00% MBE and 1.75% WBE participation; and 1.87% MBE and 1.64% WBE participation, respectively.</p>			

### Additional Backup Information

The contract will provide for specialized maintenance and repair services for Austin Energy's power production and thermal generation facilities including Sand Hill Energy Center, Decker Creek Power Station, Domain, Mueller Energy Center, the Paul Robbins District Cooling Plant and District Cooling Plant No. 2. Work under this contract will be performed on an as-needed basis at individual facilities. Services provided under this contract include maintenance and other work Austin Energy crews are unable to perform due to work load, scheduling, or for which specialized tools and equipment are required. Contractors will furnish labor, supervision, equipment, tools, parts, supplies, subcontractors, and other necessary services to support Austin Energy's power production and thermal generation facilities.

Multiple contractors are needed to ensure timely response and expertise. For each project, the contractors will submit a work plan, schedule, and pricing. The project will be awarded to the contractor with the lowest price who is able to perform the work within the required timeline.

An Austin Energy evaluation team with expertise in this area evaluated the proposals and rated these proposals as the best to provide these services. Evaluation criteria used to evaluate the proposals include technical solution, experience and qualifications, proposer capacity, cost, and local business presence.

The current contract for these services expires on January 15, 2016. Approval is requested to maintain services while transitioning to the new contract.

MBE/WBE solicited: 0/2

MBE/WBE bid: 0/0

#### PRICE ANALYSIS

- a. Adequate competition.
- b. 96 notices were sent, including two WBEs. There are no known MBEs for this commodity code. Six proposals were received, with no response from the WBEs. Multiple notices may be sent to the same vendor, e.g. one vendor may have multiple email addresses/fax numbers.

#### APPROVAL JUSTIFICATION

- a. Best evaluated proposals.
- b. The Purchasing Office recommends contract award consistent with evaluation committee.
- c. Advertised on the internet.